

Department of Defense  
 Military Retirement Fund  
**CONSOLIDATED BALANCE SHEET**  
 As of June 30, 2010 and 2009

	<u>2010 Consolidated</u>	<u>Restated 2009 Consolidated</u>
<b>1. ASSETS (Note 2)</b>		
A. Intragovernmental:		
1. Fund Balance with Treasury (Note 3)	\$ 366,460,166.10	\$ 324,733,396.85
2. Investments (Note 4)	326,790,641,767.90	282,409,736,413.81
3. Accounts Receivable (Note 5)	0.00	62,396,139.87
5. Total Intragovernmental Assets	<u>\$ 327,157,101,934.00</u>	<u>\$ 282,796,865,950.53</u>
C. Accounts Receivable, Net (Note 5)	44,116,648.19	31,362,058.74
<b>2. TOTAL ASSETS</b>	<u>\$ 327,201,218,582.19</u>	<u>\$ 282,828,228,009.27</u>
<b>3. STEWARDSHIP PROPERTY, PLANT &amp; EQUIPMENT (Note 10)</b>		
<b>4. LIABILITIES (Note 11)</b>		
A. Intragovernmental:		
3. Other Liabilities (Note 15 & 16)	1,662,874.39	1,637,270.79
4. Total Intragovernmental Liabilities	<u>\$ 1,662,874.39</u>	<u>\$ 1,637,270.79</u>
C. Military Retirement and Other Federal Employment Benefits (Note 17)	1,177,657,801,562.56	1,154,484,971,869.00
F. Other Liabilities (Note 15 & Note 16)	186,070.71	192,027.24
<b>5. TOTAL LIABILITIES</b>	<u>\$ 1,177,659,650,507.66</u>	<u>\$ 1,154,486,801,167.03</u>
<b>6. COMMITMENTS AND CONTINGENCIES (NOTE 16)</b>		
<b>7. NET POSITION</b>		
D. Cumulative Results of Operations - Other Funds	(850,458,431,925.47)	(871,658,573,157.76)
<b>8. TOTAL NET POSITION</b>	<u>\$ (850,458,431,925.47)</u>	<u>\$ (871,658,573,157.76)</u>
<b>9. TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 327,201,218,582.19</u>	<u>\$ 282,828,228,009.27</u>

**Department of Defense**  
**Military Retirement Fund**  
**CONSOLIDATED STATEMENT OF NET COST**  
**For the periods ended June 30, 2010 and 2009**

	<u>2010 Consolidated</u>	<u>2009 Consolidated</u>
<b>1. Program Costs</b>		
A. Gross Costs	\$ 38,417,812,095.72	\$ 37,787,606,041.46
Military Retirement Benefits	38,417,812,095.72	37,787,606,041.46
C. (Less: Earned Revenue)	(86,716,792,575.91)	(67,150,294,739.48)
<b>2. Net Cost of Operations</b>	<u>\$ (48,298,980,480.19)</u>	<u>\$ (29,362,688,698.02)</u>

Department of Defense  
 Military Retirement Fund  
**CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION**  
 For the periods ended June 30, 2010 and 2009

	<u>2010 Earmarked Funds</u>	<u>2010 All Other Funds</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
<b>1. Beginning Balances</b>	\$ 0.00	\$ (898,757,412,405.66)
<b>3. Beginning balances, as adjusted</b>	<u>0.00</u>	<u>(898,757,412,405.66)</u>
<b>7. Net Cost of Operations (+/-)</b>	<u>0.00</u>	<u>(48,298,980,480.19)</u>
<b>8. Net Change</b>	<u>0.00</u>	<u>48,298,980,480.19</u>
<b>9. Cumulative Results of Operations</b>	<u>0.00</u>	<u>(850,458,431,925.47)</u>
<b>16. Net Position</b>	\$ 0.00	\$ (850,458,431,925.47)

Department of Defense  
 Military Retirement Fund  
**CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION**  
 For the periods ended June 30, 2010 and 2009

	<u>2010 Eliminations</u>	<u>2010 Consolidated</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
1. Beginning Balances	\$ 0.00	\$ (898,757,412,405.66)
3. Beginning balances, as adjusted	<u>0.00</u>	<u>(898,757,412,405.66)</u>
7. Net Cost of Operations (+/-)	0.00	(48,298,980,480.19)
8. Net Change	<u>0.00</u>	<u>48,298,980,480.19</u>
9. Cumulative Results of Operations	0.00	(850,458,431,925.47)
16. Net Position	<u>\$ 0.00</u>	<u>\$ (850,458,431,925.47)</u>

Department of Defense  
 Military Retirement Fund  
**CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION**  
 For the periods ended June 30, 2010 and 2009

	<u>Restated 2009 Earmarked Funds</u>	<u>Restated 2009 All Other Funds</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
1. Beginning Balances	\$ 0.00	\$ (901,021,261,855.78)
3. Beginning balances, as adjusted	<u>0.00</u>	<u>(901,021,261,855.78)</u>
7. Net Cost of Operations (+/-)	<u>0.00</u>	<u>(29,362,688,698.02)</u>
8. Net Change	<u>0.00</u>	<u>29,362,688,698.02</u>
9. Cumulative Results of Operations	<u>0.00</u>	<u>(871,658,573,157.76)</u>
16. Net Position	\$ 0.00	\$ (871,658,573,157.76)

Department of Defense  
 Military Retirement Fund  
**CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION**  
 For the periods ended June 30, 2010 and 2009

	<u>2009 Eliminations</u>	<u>2009 Consolidated</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
1. Beginning Balances	\$ 0.00	\$ (901,021,261,855.78)
3. Beginning balances, as adjusted	<u>0.00</u>	<u>(901,021,261,855.78)</u>
7. Net Cost of Operations (+/-)	<u>0.00</u>	<u>(29,362,688,698.02)</u>
8. Net Change	<u>0.00</u>	<u>29,362,688,698.02</u>
9. Cumulative Results of Operations	<u>0.00</u>	<u>(871,658,573,157.76)</u>
16. Net Position	\$ 0.00	\$ (871,658,573,157.76)

**Department of Defense**  
**Military Retirement Fund**  
**COMBINED STATEMENT OF BUDGETARY RESOURCES**  
**For the periods ended June 30, 2010 and 2009**

	<u>2010 Combined</u>	<u>2009 Combined</u>
<b>BUDGETARY FINANCING ACCOUNTS</b>		
<b>BUDGETARY RESOURCES:</b>		
3. Budget authority		
3.A. Appropriation	101,655,000,000.00	77,990,000,000.00
3.E. Subtotal	<u>101,655,000,000.00</u>	<u>77,990,000,000.00</u>
<b>7. Total Budgetary Resources</b>	<u>\$ 101,655,000,000.00</u>	<u>\$ 77,990,000,000.00</u>

Department of Defense  
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**COMBINED STATEMENT OF BUDGETARY RESOURCES**  
 For the periods ended June 30, 2010 and 2009

	<u>2010 Combined</u>	<u>2009 Combined</u>
<b>Status of Budgetary Resources:</b>		
8. Obligations incurred:		
8.A. Direct	\$ 38,430,082,828.54	\$ 37,794,439,106.65
8.C. Subtotal	<u>38,430,082,828.54</u>	<u>37,794,439,106.65</u>
9. Unobligated balance:		
9.B. Exempt from apportionment	63,224,917,171.46	40,195,560,893.35
9.C. Subtotal	<u>63,224,917,171.46</u>	<u>40,195,560,893.35</u>
<b>11. Total status of budgetary resources</b>	<u>\$ 101,655,000,000.00</u>	<u>\$ 77,990,000,000.00</u>
<b>Change in Obligated Balance:</b>		
12. Obligated balance, net		
12.A. Unpaid obligations, brought forward, October 1	\$ 3,698,756,240.60	\$ 3,359,247,411.86
12.C. Total unpaid obligated balance	3,698,756,240.60	3,359,247,411.86
13. Obligations incurred net (+/-)	<u>38,430,082,828.54</u>	<u>37,794,439,106.65</u>
14. Less: Gross outlays	(37,927,132,506.58)	(37,417,558,649.51)
18. Obligated balance, net, end of period		
18.A. Unpaid obligations	4,201,706,562.56	3,736,127,869.00
18.C. Total, unpaid obligated balance, net, end of period	<u>4,201,706,562.56</u>	<u>3,736,127,869.00</u>
<b>Net Outlays</b>		
<b>19. Net Outlays:</b>		
19.A. Gross outlays	37,927,132,506.58	37,417,558,649.51
19.C. Less: Distributed Offsetting receipts	(58,619,000,000.00)	(51,125,000,000.00)
<b>19.D. Net Outlays</b>	<u>\$ (20,691,867,493.42)</u>	<u>\$ (13,707,441,350.49)</u>